



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

April 7, 1986

FILE COPY

Ms. Colleen Kelley
Hecla Mining Company
P. O. Box 320
Wallace, Idaho 83873

Dear Ms. Kelley:

Re: Permit Transfer, Small Fry Mine, ACT/037/022, San Juan
County, Utah

Enclosed is the Application for Permit Transfer Form (Form MR-10) which we discussed in our phone conversation of April 3, 1986.

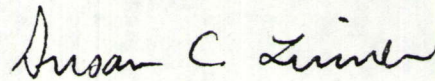
Basically to achieve the permit transfer we will need the following:

1. Form MR-10, filled in and executed by Hecla Mining Company, (Hecla) and the company purchasing the mine.
2. A legal description of the property, required as Appendix "C" to Form MR-10. Since you indicated to me that Hecla will retain liability for part of the property, it is recommended that a map of small enough scale to clearly show the disturbed area be submitted for this exhibit. The map should show a boundary line demarking each party's responsibility; all surface facilities, roads, utilities, ponds, dumps, stockpiles, etc; and give the total disturbed acreage each party will be responsible for.
3. Performance bonds sufficient to cover the reclamation liability of each party. Since the original bond estimate was done in 1979, the Division will need to do a revised estimate, based on current reclamation costs. The revised bond estimate will be based on the approved Mining and Reclamation Plan and the map submitted under point #2. As soon as the map is received and an analysis can be done, the Division will notify you of the bonding liability required of each party.

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Ms. Colleen Kelley
ACT/037/022
April 7, 1986

Please feel free to contact me or Randy Harden of the
Division if you have questions.

Sincerely,

A handwritten signature in cursive script that reads "Susan C. Linner".

Susan C. Linner
Reclamation Biologist/
Permit Supervisor

jvb
cc: R. Harden
0028R-42